

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

BOARD OF ADMINISTRATION

INVESTMENT COMMITTEE

December 12, 2005

PLACE:

**Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, California**

TIME:

CLOSED SESSION 8:30 a.m. (Government Code sections 11126(a)(1) and (c)(16))
CHIEF INVESTMENT OFFICER'S BRIEFING ON
MARKET AND PERSONNEL ISSUES

CLOSED SESSION 9:00 a.m. (Government Code sections 11126(a)(1) and (g)(1))
CHIEF INVESTMENT OFFICER RECRUITMENT

**OPEN SESSION 9:30 a.m. or upon adjournment or recess of Closed Session,
whichever is later**

CLOSED SESSION Upon adjournment or recess of Open Session
(Government Code sections 11126(c)(16) and (e)(2))

ROLL CALL:

Committee Members

Charles Valdes, Chair
George Diehr, Vice Chair
Ron Alvarado
Philip Angelides
Marjorie Berte
Robert F. Carlson
Rob Feckner
Priya Mathur
Michael Navarro
Tony Oliveira
Mike Quevedo, Jr.
Kurato Shimada
Steve Westly

	1. CALL TO ORDER & ROLL CALL
ACTION	2. Approval of Agenda
ACTION	3. Approval of the November 14, 2005 Open Session Minutes
INFORMATION	4. CalPERS Total Fund Quarterly Report
ACTION	5. Investment Office Operations Annual Plan <ul style="list-style-type: none"> a. Administrative and Operational Services b. Supplemental Savings Programs
ACTION	6. Asset Allocation / Risk Management Annual Plan
ACTION / INFORMATION	7. Real Estate <ul style="list-style-type: none"> a. R Street Subcommittee Report
ACTION / INFORMATION	8. Alternative Investment Management (AIM) Program <ul style="list-style-type: none"> a. AIM Strategic Review – Preliminary Action Plan
ACTION / INFORMATION	9. Global Equity <ul style="list-style-type: none"> a. Domestic Equity Growth Manager RFP b. Update on Investments in Companies Doing Business in the Sudan c. New Enhanced Indexing Initiative d. Corporate Governance Internal Staff Working Group Update
INFORMATION	10. Global Fixed Income <ul style="list-style-type: none"> a. Currency Overlay Managers Annual Review
ACTION	11. Follow Up to Board Workshop on Expanding Investment Opportunities through Diversity
ACTION / CONSENT	12. Chief Investment Officer's/Assistant Executive Officer's Report <ul style="list-style-type: none"> a. Consolidated Investment Activity Report b. Report on China
INFORMATION	13. Draft Agenda for February 14, 2006
	14. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

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BOARD OF ADMINISTRATION

INVESTMENT COMMITTEE

December 12, 2005

CLOSED SESSION	Upon adjournment or recessing of Open Session (Government Code section 11126(c)(16)) (Government Code section 11126(e)(2) [Item 4a only])
	1. CALL TO ORDER AND ROLL CALL
ACTION	2. Approval of the November 14, 2005 Executive Closed and Closed Session Minutes
INFORMATION	3. Asset Allocation Update
ACTION / INFORMATION	4. Real Estate <ul style="list-style-type: none">a. R Street Subcommittee Report - Actual and Potential Litigation and Settlement – Headquarters Building<ul style="list-style-type: none">1) CalPERS v. City of Sacramento, et al. (Sacramento Superior Court No. 05AS04154)2) Other Potential Litigation and Settlement Mattersb. Hines Fundc. Portfolio Acquisitions
INFORMATION	5. Alternative Investment Management (AIM) Program
ACTION / INFORMATION	6. Global Equity <ul style="list-style-type: none">a. Internal Structured Equity Strategyb. Corporate Governance Internal Staff Working Group Update<ul style="list-style-type: none">1) Focus List – AIG Updatec. External Manager Update
INFORMATION	7. Global Fixed Income <ul style="list-style-type: none">a. External Manager Update
INFORMATION	8. Chief Investment Officer's/Assistant Executive Officer's Report <ul style="list-style-type: none">a. Status of Action Items Not Yet Reported
CONSENT	9. Activity Reports <ul style="list-style-type: none">a. Alternative Investment Management Programb. Risk Managed Absolute Return Strategies Programc. Public Markets